## How LightGBM is Used in the BERT + LightGBM Hybrid Model?

## 1. BERT Extracts Semantic Meaning

- We take the product's item\_name (e.g., "Up & Go Breakfast Drink Vanilla 3x250ml")
- Use **DistilBERT** to convert that name into a **768-dimensional vector**
- This vector captures the **semantic context** (brand, size, type, flavor, etc.)

#### 2. PCA Reduces Dimensions

- 768 is too high-dimensional for LightGBM
- So we apply PCA to reduce it to 100 dimensions
- This keeps the most informative signals while reducing noise and complexity

#### 3. Structured Features are added

We combine the reduced BERT features with classic tabular data like:

- item\_price
- unit\_price
- DiscountRate
- PriceCapped
- Week\_num
- was\_on\_special\_last\_week

### 4. LightGBM trains on combined data

- We now have a single feature matrix:
  - X = [structured features + PCA-reduced BERT embeddings]
  - y = next\_on\_sale\_week (multi-class label: Week 1–8)
- LightGBM is trained as a multi-class classifier to predict the correct week

## Why Use LightGBM?

Reason	Benefit
Handles tabular + numerical data well	Perfect for structured retail features
Very fast to train	Ideal when BERT embeddings are precomputed
Easy to interpret	Feature importance, tree plots
Supports calibration	Used with CalibratedClassifierCV for better probabilities

### **Summary:**

**BERT** handles the **semantic understanding** of product names.

**LightGBM** does the **actual week classification**, using both **semantic + structured signals**.

# **Final Summary & Conclusion:**

# **Key Takeaways:**

Milestone	Accomplishment
Dataset Generation	Realistic 8-week synthetic dataset based on original data
Quality Assurance	Advanced logic, statistical, and visual checks
Model Development	High-performing hybrid of BERT and LightGBM
Results	Reliable predictions on discount week likelihood

#### Limitations

- Synthetic logic doesn't reflect real market demand or inventory factors
- BERT was not **fine-tuned** potential for future accuracy improvements
- Lack of real transactional feedback